

**DEPARTMENT OF HOUSING AND COMMUNITY DEVELOPMENT
FINANCIAL ASSISTANCE DIVISION**

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**CDBG
Community Development Block Grant Program****MANAGEMENT MEMORANDUM
Memorandum Number 06-16****TO: Eligible Jurisdictions and Interested Parties****DATE: December 15, 2006**

**SUBJECT: 1) \$800,000 FUNDING "CAP" LIMIT FOR CDBG PROGRAM REMOVED
2) 2006 - 2007 CALIFORNIA COMMUNITY ECONOMIC ENTERPRISE FUND
COMPONENT: ERRATA FOR THE NOTICE OF FUNDING AVAILABILITY (NOFA)
AND ENTERPRISE FUND APPLICATION**

APPLICATION MAXIMUM FUNDING LIMIT

Assembly Bill 1461 removed until January 1, 2009 the \$800,000 on funding that may be awarded to an applicant under the General and Economic Development Allocations of the State Community Development Block Grant (CDBG) Program. Under this bill, the California Department of Housing and Community Development (HCD) may determine the maximum amount to be awarded to individual jurisdictions for each program allocation category – General Program, General Planning and Technical Assistance (P/TA), Economic Development P/TA, Over-the-Counter, and California Community Economic Enterprise Fund. The maximum funding limit for each allocation or type of funding is stated in the Notice of Funding Availability for each allocation or type of funding.

This year, HCD has determined that jurisdictions may apply for a maximum California Community Economic Enterprise Fund Component award of \$500,000.

Please contact your State CDBG Economic Development Representative if you have questions regarding the funding limits for programs under the economic development Allocation.

ERRATA TO ENTERPRISE FUND NOFA AND APPLICATION

Please note and make the following corrections to the 2006-2007 Enterprise Fund Notice of Funding Availability and Enterprise Fund Application:

Notice of Funding Availability and Application:

Page 3, line 1 – Replace January 15, 2007 to **January 31, 2007**.

Application:

Page 27, A. Housing Element Self-Certification – **Delete**

Page 27, B. Statement of Assurances – Appendix B should be **Appendix A.**

Page 27, C. Resolution of the Governing Body – Appendix C should be **Appendix B.**

Page 27, D. Joint Powers Agreement – Appendix D should be **Appendix C.**

Page 28, E. Compliance with OMB Circular A-133 – Appendix E with **Appendix D.**

Page 30, Section III Certifications – replace the following:

- Statement of Assurances Attachment: Section III.B. with **Section III.A.**
- Resolution of the Governing Body Attachment: Section III.C. with **Section III.B.**
- Joint Powers Agreement Attachment: Section III.D. with **Section III.C.**
- Compliance with OMB Circular A-133: Section III.E. with **Section III.D.**

Please contact your State CDBG Economic Development Representative, or the CDBG Program Secretary directly at (916) 552-9363 and by fax at (916) 319-8488, or via e-mail at lsekas@hcd.ca.gov if you have any questions or need a copy of the Enterprise Fund Application in Microsoft Word.

2006 - 2007 California Community Economic Enterprise Fund Component Application
Appendix B. Sample Resolution (Revised December 2006)

NOTE: An application for the State CDBG Program is to include, at a minimum, the following information in a resolution. Applicants have the option of including any additional pertinent information.

RESOLUTION NO. _____

A RESOLUTION APPROVING AN APPLICATION AND CONTRACT EXECUTION FOR FUNDING FROM THE ECONOMIC DEVELOPMENT ALLOCATION OF THE STATE COMMUNITY DEVELOPMENT BLOCK GRANT (CDBG) PROGRAM AND AUTHORIZING THE EXECUTION OF A GRANT AGREEMENT AND ANY AMENDMENTS THERETO WITH THE STATE OF CALIFORNIA FOR THE PURPOSES OF THIS GRANT.

BE IT RESOLVED by the City Council of the City of _____ as follows:

SECTION 1.

The City Council has reviewed and hereby approves application for: State Community Development Block Grant (CDBG Program) for up to \$500,000 from the Enterprise Fund Component:

SECTION 2.

If the grant application is approved, the City will provide local leverage for the Business Assistance Program:

Redevelopment Agency funds: \$100,000

If the grant application is approved, the City will provide local leverage for the Microenterprise Assistance Program:

Redevelopment Agency funds: \$100,000

SECTION 3.

The City Manager is hereby authorized and directed to act on the City's behalf in all matters pertaining to this application.

SECTION 4.

2006 - 2007 California Community Economic Enterprise Fund Component Application
Appendix B. Sample Resolution (Revised December 2006)

If the application is approved, the City Manager is authorized to enter into and sign the grant agreement and any amendments thereto with the State of California for the purposes of this grant.

PASSED AND ADOPTED at a regular meeting of the City Council of the City
of _____ held on _____ by the following vote:

AYES:

NOES:

ABSENT:

Signature

Mayor of the City of _____

ATTEST:

Signature

City Clerk of the City of _____